



BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

THIRTY-SIXTH ANNUAL REPORT

for the year ended

December 31, 1985

86-06016/

BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

THIRTY-SIXTH ANNUAL REPORT

FOR THE YEAR ENDED

DECEMBER 31, 1985



TO:

HONOURABLE LYNN VERGE,
Minister of Justice.

Honourable Madam:

We have the honour to submit herewith the Annual Report of the Board of Commissioners of Public Utilities for the year ended December 31, 1985.

We have the honour to be,

Madam,

Your obedient servants,

J.A.G. MacDonald, P.Eng., Chairman
C.W. Earle, F.C.A., Vice-Chairman
R.E. Good, Vice-Chairman
G.F. Lawrence, Commissioner
T.E. Williams, Q.C., Commissioner
Andy Wells, Commissioner.

REPORT FOR THE YEAR 1985

The Board held 57 public hearings during the year. Of these 51 were held under The Motor Carrier Act and The Motor Vehicle Transport Act (Canada) and 4 were issued under the Public Utilities Act and 2 under the Electrical Power Control Act.

Pursuant to Section 8 of The Electrical Power Control Act, the Board submitted a Report to the Minister Responsible for Energy on the rates of Newfoundland and Labrador Hydro which were referred to the Board on August 6, 1985 and also on November 15, 1985, the Board submitted a Report on the rate proposals filed by the Board of Trustees of the Power Distribution District of Newfoundland and Labrador for rates to be charged in the Wabush Service Area. The rates were referred to the Board on October 3, 1985, in accordance with Section 7 (2) of The Electrical Power Control Act.

Throughout the year the Members of the Board and supervisory staff attended meetings, both Provincial and National, on matters of concern to the Board.

The following report summarizes the work of the Board during the year under review and also includes the reports of the activities of the various public utilities subject to the jurisdiction of the Board.



PROGRESS REPORTS

NEWFOUNDLAND LIGHT & POWER CO. LIMITED

The electricity produced by the Company and purchased for resale during 1985 increased by 5.3% to 3,531 million kilowatt hours. Of this amount, 327 million kilowatt hours were generated in the Company's own plants, while 3,204 million kilowatt hours were purchased from Newfoundland and Labrador Hydro.

Electricity sold in 1985 increased 5.8% to 3,331 million kilowatt hours. However, when adjustments are made to approximate normal weather conditions, the real growth in sales is 2.6%. The number of customers served increased 1.8% to 172,119. Sales to Electric Heating and All Electric customers, for all their electrical needs, totalled 1,885 million kilowatt hours or 56.6% of the total energy sold.

By Order No. P.U. 34 (1985) the Board approved a new schedule of rates to compensate the Company for an increase in the cost of power purchased from Newfoundland and Labrador Hydro Corporation and the inclusion in the rates of an allowance for fuel costs in lieu of the Fuel Adjustment Charge. The Board also approved the establishment and operation of a Rate Stabilization Account.

Capital expenditures for the year amounted to \$33.0 million and is made up as follows:

Generation	\$ 5.2 million
Transmission	1.8 million
Substations	2.0 million
Distribution	19.6 million
General Property	3.3 million
Communications	<u>1.1 million</u>
Total	<u>33.0 million</u>

DEER LAKE POWER COMPANY LIMITED

The total energy generated and purchased in 1985 was 726,257,150 KWH. Of the total, 710,159,000 KWH was generated by the company's own hydro plants and the remaining 16,098,150 KWH was purchased from Newfoundland & Labrador Hydro. Purchased power costs were 47 percent higher than in 1984. Secondary energy production amounted to 27,598,433 KWH, all of which was sold to Newfoundland & Labrador Hydro. Secondary energy production was less than average because of extremely low run-off conditions (the lowest on record since the plant began operation in 1925).

Capital and special repair expenditures in 1985 totalled \$417,000. These expenditures were for the replacement of essential and/or obsolete equipment at the Deer Lake Plant, inspections and repairs to major concrete structures and brush control along sections of the transmission line rights-of-way.

The company's application to the Public Utilities Board for approval of formulae for pricing secondary energy was approved in July, 1985.

NEWFOUNDLAND TELEPHONE COMPANY LIMITED

During 1985 there were no new exchanges installed or new areas served during the year.

During 1985, 6816 telephones were added to the system representing a growth rate of 3.11%. The number of customers served as at December 1985 was 128,687, representing a growth rate of 3.59%.

The Company continued to make improvements to its overall level of service through its construction program. In 1985, thirteen additional central offices were equipped with touch-tone capability and ten central offices received Automatic Number Identification.

LABRADOR MINING COMPANIES

The mining companies in Labrador - the Iron Ore Company of Canada and Wabush Mines Limited reported the number of customers supplied by them with electrical services in the Town of Labrador City and Wabush respectively. The figures covering the period from 1980 to 1985 are shown on the following page.

IRON ORE COMPANY OF CANADA (LABRADOR CITY)

	<u>1980</u>	<u>1981</u>	<u>1982</u>	<u>1983</u>	<u>1984</u>	<u>1985</u>
Municipal					1	
Domestic	3243	3271	3276	3208	3165	3130
Commercial	176	170	164	164	144	139
Industrial	<u>127</u> 3562	<u>128</u> 3569	<u>125</u> 3565	<u>127</u> 3500	<u>135</u> 3445	<u>135</u> 3404

WABUSH MINES LIMITED (WABUSH)

	<u>1980</u>	<u>1981</u>	<u>1982</u>	<u>1983</u>	<u>1984</u>	<u>1985</u>
Domestic	1026	1022	1017	1025	1011	1011
Commercial	<u>86</u>	<u>88</u>	<u>95</u>	<u>99</u>	<u>86</u>	<u>89</u>
	1112	1100	1112	1124	1097	1100

MOTOR CARRIER DIVISION

REGISTRATION

At the commencement of 1985, a total of 1790 motor carriers were licensed with the Board. During the year, 155 certificates/licenses were issued and 125 were cancelled so that at the end of 1985, a total of 1820 motor carriers were providing service.

A total of 2061 applications for amendment were received in addition to applications for new certificates/licenses. This compares with a total of 1892 the previous year. The Board also received 72 applications for sale, assignment or transfer of certificates/licenses compared to 95 in the previous year.

	<u>1984/85</u>	<u>1985/86</u>
Intra-Provincial Freight Vehicles	2841	2917
Extra-Provincial Freight Vehicles	1299	1388
Intra-Provincial Passenger Vehicles	1276	1350
Extra-Provincial Passenger Vehicles	69	68

INSPECTION DIVISION

During 1985, the Inspection Division received 221 complaints related to public service operations.

107 investigations were conducted. As a result of these investigations, 20 charges were laid against freight carriers, 13 charges were laid against public passenger carriers and 8 charges were laid against ambulance operators for breaches of the Motor Carrier Act and Regulations.

The Inspection Division conducted 2820 public service vehicle inspections during the year, 2541 of which were freight vehicles, 82 public passenger vehicles and 197 ambulance vehicles.

During routine public service vehicle inspections, 262 freight carriers, 18 public passenger carriers and 13 ambulance operators were found to be in violation of the Motor Carrier Act and Regulations. 16 freight carriers were found to be in violation of the Motor Vehicle Transport Act (Canada).

A total of 350 summonses were issued during the year, 107 fines were paid forthwith, 149 violators were prosecuted and convicted.

THE FOLLOWING IS A SUMMARY OF THE ORDERS WHICH WERE ISSUED BY THE BOARD DURING 1985

SUMMARY OF ORDERS ISSUED UNDER THE ELECTRICAL POWER CONTROL ACT

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland and Labrador Hydro	Rate Proposal by Hydro to be charged for the supply of power to its retail customers. (Procedural Order)	Phase I of the Hearing is set for 10:00 A.M., August 30, 1985. Submissions and supporting exhibits to be filed by 4:00 P.M., August 9, 1985, etc.	P.U. 18
On the Board's Own Initiative	Approval of a person to represent the general interest of the various classes of retail users of electricity.	Approval granted to appoint J.S. Hutchings, LL.B., as the person.	P.U. 20

SUMMARY OF ORDERS ISSUED UNDER THE PUBLIC UTILITIES ACT, CHAPTER 322, R.S.N. 1970

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Deer Lake Power Company Limited	Fixing the rate for surplus secondary energy to be sold; disposition of the excess earnings for the year ending December 31, 1982; determining the method of fixing its annual assessment under the provisions of Section 12(1) of The Public Utilities Act.	Approval granted, as amended, as a result of a public hearing.	P.U. 16
On the Board's Own Initiative	Deer Lake Power Company Limited's excess earnings for the year ending December 31, 1982 in the amount of \$14,298.00, to be paid to Newfoundland Light & Power Co. Limited.	NLP shall credit the amount received to its Fuel Adjustment Charge.	P.U. 17

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland Light & Power Co. Limited	Awarding of costs to the Nfld. & Lab. Federation of Municipalities as a result of Order No. P.U. 37 (1984).	Costs in the amount of \$28,500 to be paid to FOM by NLP without a public hearing.	P.U. 3
Newfoundland Light & Power Co. Limited	Approval of its Weather Normalization Reserve.	Approval granted, without a public hearing.	P.U. 4
Newfoundland Light & Power Co. Limited	Approval of amendments to its Dividend Reinvestment Plan, Stock Dividend Programme and Customer Share Purchase Plan.	Approval granted, as a result of a public hearing.	P.U. 5
Newfoundland Light & Power Co. Limited	Approval of additional capital expenditure for 1985 in the amount of \$1,910,000.	Approval granted as requested, without a public hearing.	P.U. 6



<u>NAME OF APPLICANT</u>	<u>APPLICANT</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland Light & Power Co. Limited	Application for approval of an agreement for the use of its support structure by Benoit Brothers Contracting Limited (St. Lawrence & Buchans)	Approval granted as requested. without a public hearing.	P.U. 8
Newfoundland Light & Power Co. Limited	Disposition of Excess Revenue reported by the Co. for 1984.	Approval granted, after a meeting of the Board.	P.U. 10
Newfoundland Light & Power Co. Limited	For permission to split its common shares.	Approval granted as requested, as a result of a public hearing.	P.U. 12
Newfoundland Light & Power Co. Limited.	Approval of additional capital expenditure in 1985 in the amount of \$610,000.	Approval granted, as requested after a meeting of the Board.	P.U. 15



<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland Light & Power Co. Limited	For approval of an Agreement for the use of its support structures by Gambo Cablevision Limited (Hare the Board, without a public hearing).	Approval granted as a result of a meeting of the Board, without a public hearing.	P.U. 19
Newfoundland Light & Power Co. Limited	For approval of an Agreement for the use of its support structures by Eastern Cable Company Limited in Arnolds Cove, Placentia Bay.	Approval granted as a result of a meeting of the Board, without a public hearing.	P.U. 21
Newfoundland Light & Power Co. Limited	For approval of an Agreement for the use of its support structures by Mr. Melvin Grandy.	Approval granted as a result of a meeting of the Board, without a public hearing.	P.U. 26
Newfoundland Light & Power Co. Limited	For approval of an Agreement for the use of its support structures by Bonavista Cablevision Limited.	Approval granted as a result of a meeting of the Board, without a public hearing.	P.U. 27



<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland Light & Power Co. Limited	For approval of an Agreement for the use of its support structures by B.M.C. Cablevision Co. Limited.	Approval granted as a result of a meeting of the Board, without a public hearing.	P.U. 28
Newfoundland Light & Power Co. Limited	For approval of an Agreement for the use of its support structures by Eastern Cable Limited.	Approval granted as a result of a meeting of the Board, without a public hearing.	P.U. 29
Newfoundland Light & Power Co. Limited	For approval to issue Series "AB" First Mortgage Sinking Fund Bonds.	Approval granted, as requested, as a result of a public hearing.	P.U. 30
Newfoundland Light & Power Co. Limited	Approval of its Capital Expenditure Budget for 1986.	Approval granted, as requested, after presentation to the Board.	P.U. 33

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland Light & Power Co. Limited	To revise its Rates, Tolls and Charges to offset changes in the rates charged by Newfoundland & Labrador Hydro for the supply of electric energy.	Approval granted, as requested, as a result of a public hearing.	P.U. 34
On the Board's Own Initiative	Application of Newfoundland Light & Power Co. Limited to revise its schedule of Rates, Tolls and Charges to offset changes in the rates charged by Newfoundland & Labrador Hydro for the supply of electric energy.	Joseph S. Hutchings appointed to represent the general interests of the various classes of retail users of electricity at the hearing on November 25, 1985.	P.U. 25

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland Telephone Company Limited	For approval of the issuance of up to 200,000 Common Shares without par value. (Share Dividend and Share Purchase Plan)	Approval granted, as requested, without a public hearing.	P.U. 1
Newfoundland Telephone Company Limited	For approval of the issuance of up to 200,000 Common Shares without par value. (Employees' Savings Plan)	Approval granted, as requested, without a public hearing.	P.U. 2
Newfoundland Telephone Company Limited	For approval to amend the terms, conditions and rates pertaining to Public Mobile Telephone Service, with effect from March 15, 1985 and to suspend from March 15 to April 30, 1985, all service charges associated with the installation of Mobile Telephone Service.	Interim approval granted without a public hearing.	P.U. 7

NAME OF APPLICANT

Newfoundland Telephone
Company Limited

APPLICATION

For approval of the introduction
of charges for long distance
directory assistance calls to
the U.S. which are in excess of a
customer's monthly 'free calling
allowance'.

Newfoundland Telephone
Company Limited

For an Order of the Board
amending the rates, terms and
conditions pertaining to Wide
Area Telephone Service - 800 Service.

Newfoundland Telephone
Company Limited

For an Order of the Board approving
the introduction of a new section
of the Tariff to be referred to as
Electronic Key Telephone Systems,
additional product features and a
new and revised rate schedule for
Vantage 12 henceforth, to be
referred to as Vantage System.

DECISION

Interim approval
granted without a
public hearing.

Interim approval
granted without a
public hearing.

Interim approval
granted without a
public hearing.

ORDER NO.

P.U. 9

P.U. 11

P.U. 13

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland Telephone Company Limited	For an Order of the Board approving the introduction of a modified schedule of rates for Message Toll Service to points in Alaska.	Interim approval granted without a public hearing.	P.U. 14
Newfoundland Telephone Company Limited	For approval of additions to the Vantage Systems Product Line.	Interim approval granted without a public hearing.	P.U. 22
Newfoundland Telephone Company Limited	For approval of an amendment to certain terms, conditions and rates for miscellaneous equipment.	Interim approval granted without a public hearing.	P.U. 23
Newfoundland Telephone Company Limited	For approval of the introduction of the 'Enhanced Business Set' for business network service - Digital Centrex Service.	Interim approval granted without a public hearing.	P.U. 24



<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Newfoundland Telephone Company Limited	For approval of changes to the rates and terms governing Vantage System Product Line.	Interim approval granted without a public hearing.	P.U. 31
Newfoundland Telephone Company Limited	For approval of its Capital Expenditure Budget for 1986.	Approval granted, as requested, after presentation to the Board.	P.U. 32



SUMMARY OF ORDERS ISSUED UNDER THE MOTOR CARRIER ACT, CHAPTER 242, R. S. N. 1970
AND/OR THE MOTOR VEHICLE TRANSPORT ACT (CANADA)

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Atlantic Provinces Motor Carrier Tariff Bureau Limited on behalf of Day & Ross (Nfld) Ltd.	Amendment to Motor Carrier Certificate No: 2832 to add rates for the transportation of frozen foods, ice cream, and/or related frozen desserts etc.	Approval granted as requested as a result of a public hearing.	M. C. 10
Bartlett's Transport Corner Brook.	Amendment to Extra-Provincial Operating License No: 77 to provide a specialty temperature control freight service.	Approval granted, as amended, as a result of a public hearing.	M. C. 34
Battist, Gerald Trucking Pictou County, N.S.	Extra-Provincial Operating License to provide a restricted freight service.	Approval granted, as amended, as a result of a public hearing.	M. C. 2

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Benoit, Sylvester Port au Port.	Certificate of Public Convenience and Necessity to provide a specialty public passenger bus service.	Denied as a result of a public hearing.	M. C. 9
Billard, Clarence Port aux Choix	Amendment to Motor Carrier Certificate No: 3196 to provide a general freight service.	Application for amendment to Motor Carrier Certificate No: 3196 be discontinued, as requested, without a public hearing.	M. C. 24
Bishop, Charles St. John's.	Certificate of Public Convenience and Necessity to provide a specialty public passenger service.	Approval granted as requested as a result of a public hearing.	M. C. 46
Blake, Baxter Petersview.	Certificate of Public Convenience and Necessity to provide a specialty public passenger taxi service.	Dismissed as a result of a public hearing.	M. C. 6

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Carew, Valentine J. Witless Bay.	Certificate of Public Convenience and Necessity to provide a specialty public passenger bus service.	Approval granted as requested as a result of a public hearing.	M. C. 22
Carew, Valentine J. Witless Bay	Amendment to Motor Carrier Certificate No: 5185 to provide a specialty public passenger bus service and a specialty public passenger taxi service.	Approval granted as requested as a result of a public hearing.	M. C. 52
Churchill, Woodrow, Jr., Hillview	Certificate of Public Convenience and Necessity to provide a specialty public passenger bus service.	Approval granted as requested, and the matter of costs will be dealt with in a separate Order of the Board, as a result of a public hearing.	M. C. 25

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Churchill, Woodrow, Jr., Hillview	Applicant requested that his costs be borne by the Respondent, as a result of Order No: M.C. 25 (1985).	Denied without a public hearing.	M. C. 29
Coles' Transport Limited, Hawkes Bay	Amendment to Motor Carrier Certificate No: 3534 to provide a restricted freight service.	Denied as a result of a public hearing.	M. C. 37
D & D ICS Group Inc., O/A Insurance Courier Services, Woodstock, Ontario.	Certificate of Public Convenience and Necessity to provide a restricted freight service.	Approval granted, as amended, as a result of a public hearing.	M. C. 28
Davis, Eric Bell Island	Amendment to Motor Carrier Certificate No: 4956 to amend his rates.	Approval granted, as amended, as a result of a public hearing.	M. C. 33



<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Davis, Eric Bell Island	Amendment to Motor Carrier Certificate No: 4956 to provide a restricted general freight service.	Approval granted, as modified, as a result of a public hearing.	M. C. 47
Digdon, Roy W. Construction Mulgrave, N.S.	Extra-Provincial Operating License to provide a restricted freight service and a specialty lowbed service.	Approval granted, as amended, as a result of a public hearing.	M. C. 44
Fitzpatrick's Body Shop Ltd., St. John's.	Amendment to Motor Carrier Certificate No: 5171 to provide a general freight service.	Denied as a result of a public hearing.	M. C. 43
Flynn, Ron Transport Limited, Corner Brook	Amendment to Motor Carrier Certificate No: 2354 to provide a specialty public passenger bus service.	Dismissed as a result of a public hearing.	M. C. 5

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Hawke Industries Ltd., Hawkes Bay	Amendment to Motor Carrier Certificate No: 2506 to provide a restricted freight service, a specialty temperature control freight service, a specialty public passenger taxi service and a specialty public passenger bus service.	Approval granted, as amended and as modified, as a result of a public hearing.	M. C. 38
Hayes, Leo Marysvale	Amendment to Motor Carrier Certificate No: 3769 to provide a specialty public passenger bus service.	Approval granted, as modified, as a result of a public hearing.	M. C. 45
Hill, Hunter Trucking Limited, Florenceville, N.S.	Amendment to Extra-Provincial Operating License No: 286 to provide a restricted freight service.	Approval granted, as requested, as a result of a public hearing.	M. C. 60
Hiscock, Harold Carbonear	Certificate of Public Convenience and Necessity to provide a specialty public passenger taxi service.	Denied as a result of a public hearing.	M. C. 1

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Hiscock, Harold Carbonear	Certificate of Public Convenience and Necessity to provide a specialty public passenger taxi service.	Approval granted, as requested, as a result of a public hearing.	M. C. 49
Labrador Express Limited, Labrador City	Amendment to Motor Carrier Certificate No: 2802 to provide a local general freight service.	Approval granted, as requested, as a result of a public hearing.	M. C. 53
Loomis Courier Service Limited, St. John's	Amendment to Motor Carrier Certificate No: 3262 to provide a general freight service.	Approval granted, as modified, as a result of a public hearing.	M. C. 41
Lush, Larry O/A Colonel's Choice, Glovertown South	Certificate of Public Convenience and Necessity to provide a general freight service.	Approval granted, as corrected, as a result of a public hearing.	M. C. 26

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Martin, George Mount Pearl	Certificate of Public Convenience and Necessity to provide a specialty public passenger taxi service.	Approval granted, as requested, as a result of a public hearing.	M. C. 50
Mercer, Bruce Boyd's Cove	Re: Order No: M.C. 108 (1985) to provide proof of public passenger liability insurance. Applicant requested a further suspension of Motor Carrier Certificate No: 1794 until late May or early June, 1985.	Approval granted for the suspension of Motor Carrier Certificate No: 1794 until June 30, 1985. Applicant to provide proof of insurance on or before June 30, 1985, failure to comply with this Order on or before June 30, 1985, will result in cancellation of Motor Carrier Certificate No: 1794, without a public hearing.	M. C. 17

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Nugent, Arthur Kelligrews	Certificate of Public Convenience and Necessity to provide a specialty public passenger taxi service.	Approval granted, as requested, as a result of a public hearing.	M. C. 12
O'Donnell's Trucking Company Limited, O'Donnell's	Amendment to Motor Carrier Certificate No: 2754 to provide a specialty lowbed freight service.	Application withdrawn by the Applicant and dismissed by the Board as a result of a public hearing.	M. C. 30
On Board's Own Initiative	Investigation by the Board into Extra-Provincial Operating License No: 286 held by Hunter Hill Trucking Limited re failure to confirm to the Terms and Conditions of its Operating License.	Extra-Provincial Operating License No: 286 shall not be amended, suspended or cancelled as a result of an ex parte hearing.	M. C. 3
On Board's Own Initiative	Investigation by the Staff of the Board into Dump Truck Rates for 1985.	Approval granted effective April 1, 1985, without a public hearing.	M. C. 18

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
On Board's Own Initiative	Complaint by the Board against William Keough of Gander providing a specialty freight service.	Certificate will remain intact to permit Mr. Keough time to complete ongoing negotiations with HUB Meats, as a result of an ex parte hearing.	M. C. 31
On Board's Own Initiative	Complaint by the Board against William Keough of Gander, unable to provide a specialty freight service for the carriage of meats requiring mechanically temperature control vehicles.	Motor Carrier Certificate No: 1321 be amended by deleting the two specialty freight services, as a result of an earlier ex parte hearing.	M. C. 40

NAME OF APPLICANT

On Board's Own
Initiative

APPLICATION

Investigation by the Board to hear evidence concerning the alleged failure of Superior Moving & Storage Limited, Kensington, P.E.I., to conform with the Terms and Conditions of Extra-Provincial Operating License No: 01 and Motor Carrier Certificate No: 3216 pursuant to Section 20(1) of the Motor Carrier Act, Chapter 242, R. S. N. 1970.

DECISION

Extra-Provincial Operating License No: 01 cancelled. Part 3 of Motor Carrier Certificate No: 3216 cancelled. Part 1 of Motor Carrier Certificate No: 3216 remain in force; Superior Moving & Storage will submit to the Board in July, 1986 details of its operations for Jan 1, 1986 to June 30, 1986, as a result of an ex parte hearing.

ORDER NO.

M. C. 56

Penney, Eileen
Carbonear

Certificate of Public Convenience and Necessity to provide a specialty public passenger taxi service.

M. C. 32

Approval granted, subject to conditions set forth by the Board, as a result of a public hearing.

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Power's Trucking Limited, Chapel Arm	Amendment to Motor Carrier Certificate No: 1353 to provide a rate for the transportation of silica from Dunville to Erco Industries, Long Harbour.	Approval which was granted on an interim basis on May 1, 1984, be and the same is hereby ratified, as a result of a public hearing.	M. C. 19
Power, Joseph S., Bishop's Falls	Amendment to Motor Carrier Certificate No: 1641 to provide a specialty freight tank service.	Denied as a result of a public hearing.	M. C. 13
Power, Patrick Bell Island	Certificate of Public Convenience and Necessity to provide a garbage service.	Approval granted, as modified, as a result of a public hearing.	M. C. 20
Power, Patrick Bell Island	Amendment to Motor Carrier Certificate No: 5187 to provide a restricted freight service.	Approval granted, as requested, as a result of a public hearing.	M. C. 51

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Reid, Wade Bide Arm	Certificate of Public Convenience and Necessity to provide a regular public passenger bus service.	Denied as a result of a public hearing.	M. C. 11
Richardson, Joseph Deer Lake	Amendment to Motor Carrier Certificate No: 3449 to provide a specialty temperature control freight service and a restricted freight service.	Approval granted, as amended, as a result of a public hearing.	M. C. 4
Roadway Transport (Nfld) Ltd., Grand Falls	Amendment to Motor Carrier Certificate No: 4117 to provide a schedule of freight rates.	Approval granted, as requested, subject to the Applicant having the authority to provide service to the named places, as a result of a public hearing.	M. C. 15

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Roadway Transport (Nfid) Ltd., Grand Falls	Amendment to Motor Carrier Certificate No: 4117 for approval of a schedule of rates from Grand Falls to points on the Bonavista Peninsula and from St. John's and Corner Brook to points on the Bonavista Peninsula.	Rates from Grand Falls to points on the Bonavista Peninsula are approved and rates from St. John's and Corner Brook to points on the Bonavista Peninsula are approved, as a result of an ex parte hearing.	M. C. 39
Rose, John Mrs., O/A J.R.'s Taxi, Burgeo	Certificate of Public Convenience and Necessity to provide a specialty public passenger taxi service.	Approval granted, as requested, as a result of a public hearing.	M. C. 36
Roy Bros. Inc., Pinehurst, Mass.	Extra-Provincial Operating License to provide a specialty tank freight service, a specialty hopper freight service and a specialty dump freight service.	Dismissed as a result of a public hearing.	M. C. 42
Russell, Wayne, Ltd., Bay Roberts	Amendment to Motor Carrier Certificate No: 5036 to provide a specialty public passenger bus service.	Approval granted, as requested, as a result of a public hearing.	M. C. 57

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Ryan, Paschal Trepassey	Amendment to Motor Carrier Certificate No: 1665 to provide a public passenger service.	The Applicant has the authority to provide the service applied for. The Applicant's service shall read: IRREGULAR ROUTE PUBLIC PASSENGER SERVICE ETC. The Board will refund the Applicant the amount of \$250.00, as a result of a public hearing.	M. C. 58
St. Crox, Daniel St. Vincent's	Certificate of Public Convenience and Necessity to provide a regular public passenger bus service.	Denied as a result of a public hearing.	M. C. 23
Straits Transport Limited, Corner Brook.	Amendment to Motor Carrier Certificate No: 1648.	Service No: 1,2,3, 1R be and it is hereby denied and Services 4 and 2R be and it is hereby confirmed, as a result of a public hearing.	M. C. 54

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Stoyles, Gordon Bell Island	Certificate of Public Convenience and Necessity to provide a restricted freight service.	Approval granted, as requested, as a result of a public hearing.	M. C. 48
Summers Transport Limited, Mount Pearl	Amendment to Extra-Provincial Operating License No: 344 to provide a specialty freight service for the carriage of dry bulk brewers' malt and spent grain etc, a specialty freight service for the carriage of dry bulk animal or poultry feed and feed ingredients, etc and a restricted freight service etc. All three services are for named accounts.	Approval granted, as amended and as modified, as a result of a public hearing.	M. C. 27
Sweeney, Angie-Aimee Bell Island	Certificate of Public Convenience and Necessity to provide a restricted freight service.	Approval granted, as requested, as a result of a public hearing.	M. C. 21

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Thompson, Lloyd Deer Lake	Certificate of Public Convenience and Necessity to provide a specialty public passenger service.	Denied as a result of a public hearing.	M. C. 59
Tipple's Transport Limited, Corner Brook	Amendment to Motor Carrier Certificate No: 5024 to provide a restricted specialty tank service.	Services 2 and 3 approved in part, Services 1 and 4 to remain the same, as a result of a public hearing.	M. C. 8
Totran Transport Limited, Edmonton, Alberta	Amendment to Extra-Provincial Operating License No: 128 to provide a restricted freight service and a specialty lowbed freight service.	Approval granted, as amended, as a result of a public hearing.	M. C. 55

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Tucker, Nelson Gander	Certificate of Public Convenience and Necessity to provide a public passenger and parcel express service.	Approval granted, in part, as a result of a public hearing.	M. C. 35
White, Jerry St. John's	Amendment to Motor Carrier Certificate No: 4157 to provide a specialty tank freight service.	Approval granted, as requested, as a result of a public hearing.	M. C. 14
Winsor, John Marystown	Certificate of Public Convenience and Necessity to provide a general freight service.	Dismissed, Applicant did not show, as a result of a public hearing.	M. C. 7
Winsor, John Marystown	Awarding of Costs as a result of M. C. 7 (1985) Statement of Costs from Donald A. MacBeath on behalf of the Respondent, E. Pittman.	Costs in the amount of \$295.00 to be paid to Donald A. MacBeath by the Applicant, without a public hearing.	M. C. 16

SUMMARY OF ORDERS ISSUED UNDER THE AUTOMOBILE INSURANCE ACT
SECTION 50(2)

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Atlantic Insurance Company Limited	Application for approval to implement revised rates for its Private Passenger and Commercial classes of business.	Approval granted as requested without a public hearing.	A.I. 22
Cabot Insurance Co. Ltd.	Application for approval to implement revised rates for its Private Passenger class of business.	Approval granted as requested without a public hearing.	A.I. 36
Canadian General Insurance Company	Application for approval to implement revised rates for its Commercial class of business.	Approval granted as requested without a public hearing.	A.I. 11
Canadian Indemnity Insurance Company	Application for approval to implement revised rates for its Private Passenger and Commercial classes of business.	Approval granted as requested without a public hearing.	A.I. 6

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Chubb Group of Ins. Companies	Application for approval to adopt the I.A.O. 1984 Rating Program for Private Passenger and Commercial classes of business.	Approval granted as requested without a public hearing.	A.I. 12
Dominion of Canada General Ins. Co.	Application for approval to revise their motorcycle rating programme.	Approval granted as requested without a public hearing.	A.I. 16
Dominion of Canada Group on behalf of the Dominion of Canada General Insurance Co. and the Casualty Co. of Canada.	Application for approval to revise their Snowmobile rating programme.	Approval granted as requested without a public hearing.	A.I. 27
Dominion of Canada Group on behalf of the Dominion of Canada General Insurance Co. and the Casualty Co. of Canada.	Application for approval to implement revised rates for their Private Passenger class of business.	Approval granted as requested without a public hearing.	A.I. 34

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Dominion of Canada Group on behalf of the Dominion of Canada General Ins. Co., the Casualty Co. of Canada and the Canadian Indemnity Co.	Application for approval to revise their Commercial Automobile Rating Programme.	Approval granted as requested without a public hearing.	A.I. 37
Dominion of Canada Group on behalf of the Dominion of Canada General Ins. Co., The Casualty Co. of Canada and The Canadian Indemnity Company.	Application for approval to revise their Garage Rating Programme.	Approval granted as requested without a public hearing.	A.I. 38
Employers Insurance of Wausau, A Mutual Co.	Application for approval to adopt the I.A.O. 1984 Rating Programme for Private Passenger and Miscellaneous classes.	Approval granted as requested without a public hearing.	A.I. 9
Employers Insurance of Wausau, A Mutual Co.	Application for approval to adopt the I.A.O. 1984 Rating Programme for its Commercial class of business.	Approval granted as requested without a public hearing.	A.I. 10



NAME OF APPLICANT

APPLICATION

DECISION

ORDER NO.

Facility Association

Application for approval to implement rating programs for Private Passenger, Commercial and Miscellaneous classes of business.

Approval granted as requested without a public hearing.

A.I. 29

General Accident Assurance Company

Application for approval to implement revised rates for its Private Passenger class of business.

Approval granted as requested without a public hearing.

A.I. 19

General Accident Assurance Company of Canada

Application for approval to implement revised rates for its Private Passenger class of business.

Approval granted as requested without a public hearing.

A.I. 26

Gold Circle Insurance Company

Application to implement a discount program where an insured has coverage under the firms automobile and habitational lines.

Approval granted as requested without a public hearing.

A.I. 3

Guardian Insurance Co. of Canada

Application for approval to revise its Multi Vehicle Discount Rule applying to Private Passenger Automobile classes of business.

Approval granted as requested without a public hearing.

A.I. 33



<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Halifax Insurance Co.	Application for approval to implement revised rates for its Private Passenger class of business.	Approval granted as requested without a public hearing.	A. I. 28
Halifax Insurance Co.	Application for approval to revise its rating program for motorized snow vehicles.	Approval granted as requested without a public hearing.	A. I. 30
Halifax Insurance Co.	Application for approval to revise its Commercial Automobile Rating Program.	Approval granted as requested without a public hearing.	A. I. 41
Home Insurance Company	Application for approval to implement revised rates for its Private Passenger class of business (Differentiated) as to preferred (Gold Key) and Standard Groupings.	Approval granted as requested without a public hearing.	A. I. 35
Insurance Corporation of Ireland Limited	Application for approval to adopt the I.A.O. 1984 Rating Programme for Private Passenger, Commercial and Miscellaneous classes.	Approval granted as requested without a public hearing.	A. I. 13

NAME OF APPLICANT

APPLICATION

DECISION

ORDER NO.

Liberty Mutual

Application for approval to adopt the I.A.O. 1984 Rating Programme for its Private Passenger class of business.

Approval granted as requested without a public hearing.

A. I. 8

Lloyd's Non-Marine Underwriters

Application for approval to implement new rates for Private Passenger Third Party Liability with a limit of \$2,000,000.

Approval granted as requested without a public hearing.

A. I. 2

Lloyd's Non-Marine Underwriters

Application for approval to implement a discount program known as Select Package.

Approval granted as requested without a public hearing.

A. I. 4

Lloyd's Non-Marine Underwriters

Application for approval to implement a revised rating program for individually rated Private Passenger Automobiles.

Approval granted as requested without a public hearing.

A. I. 39

Nova Scotia General Insurance Company

Application for approval to implement rates for its Private Passenger, Commercial, Miscellaneous, Public and Garage classes of business.

Approval granted as requested without a public hearing.

A. I. 32

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Phoenix Assurance Co. Ltd. on behalf of The Continental Ins. Co., The Dominion Ins. Corp., The Continental Ins. Co. of Canada, Niagara Fire Ins. Co. and Phoenix Assurance Co. of Canada.	Application for approval to implement revised rates for Commercial, Inter-urban, Public and Garage classes of business.	Approval granted as requested without a public hearing.	A.I. 1
Phoenix Continental Insurance Group	Application for approval to adopt the I.A.O. 1984 Rating Programme for Miscellaneous classes (multiplicative method).	Approval granted as requested without a public hearing.	A.I. 18
Royal Insurance Company of Canada	Application for approval to implement revised rates for its Private Passenger class of business.	Approval granted as requested without a public hearing.	A.I. 24
Royal Insurance Company of Canada	Application for approval to implement revised rates for its Commercial, Public Bus, School Bus, Private Bus and Taxi classes of business.	Approval granted as requested without a public hearing.	A.I. 31



<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Royal Insurance Company of Canada	Application for approval to implement revised rates for its Private Passenger class of business.	Approval granted as requested without a public hearing.	A. I. 40
Royal Insurance Company of Canada	Application for approval to implement revised rates and rating procedures for its garage class of business.	Approval granted as requested without a public hearing.	A. I. 42
Security National Insurance Company	Application for approval to implement a rating program for Private Passenger and Miscellaneous classes.	Approval granted as requested without a public hearing.	A. I. 7
Security National Insurance Company	Application for approval to implement a rating program for Private Passenger and Miscellaneous classes.	Approval granted as requested without a public hearing.	A. I. 21
Simcoe Erie Group on behalf of Contingency Insurance Company and the Security Insurance Company of Hartford.	Application for approval to implement a rating programme for Private Passenger Automobile Insurance.	Approval granted as requested without a public hearing.	A. I. 43

<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Simcoe Erie Group on behalf of the New Rotterdam Insurance Co. and Gam Incendie.	Application for approval to implement a rating programme for Private Passenger Automobile Insurance.	Approval granted as requested without a public hearing.	A.I. 44
Trafalgar Insurance PLC	Application for approval to implement rates for Private Passenger and Miscellaneous classes of business.	Approval granted as requested without a public hearing.	A.I. 23
Travellers Canada on behalf of Travellers Indemnity Company and Travellers Indemnity Company of Canada.	Application for approval to adopt the 1985 I.A.O. rating program for Private Passenger, Commercial and Miscellaneous classes.	Approval granted as requested without a public hearing.	A.I. 5
Wellington Insurance Company	Application for approval to amend its rating program for Commercial class of business.	Approval granted as requested without a public hearing.	A.I. 17



<u>NAME OF APPLICANT</u>	<u>APPLICATION</u>	<u>DECISION</u>	<u>ORDER NO.</u>
Zurich Insurance Co.	Application for approval to adopt the I.A.O. 1984 Rating Program as it applies to the taxi and ambulance categories of Miscellaneous classes.	Approval granted as requested without a public hearing.	A. I. 14
Zurich Insurance Co.	Application for approval to adopt the I.A.O. 1984 Rating Program for Private Passenger and Commercial classes.	Approval granted as requested without a public hearing.	A. I. 15
Zurich Insurance Co.	Application for approval to adopt the I.A.O. 1984 Rating Program for Private Passenger and Commercial classes.	Approval granted as requested without a public hearing.	A. I. 20
Zurich Insurance Co.	Application for approval to implement surcharges to apply to the 1984 rating program for interurban trucks.	Approval granted as requested without a public hearing.	A. I. 25



AUDITORS' REPORT

To the Members of the
Board of Commissioners of Public Utilities

We have examined the balance sheet of the Board of Commissioners of Public Utilities as at December 31, 1985 and the statements of revenue, expenditures and surplus and changes in financial position for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion these financial statements present fairly the financial position of the Board as at December 31, 1985 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting principles set out in the notes to the financial statements applied on a basis consistent with that of the preceding year.

St. John's, Newfoundland

May 28, 1986


Chartered Accountants



BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

BALANCE SHEET

DECEMBER 31, 1985

	<u>ASSETS</u>	<u>1985</u>	<u>1984</u>
Current			
Cash and term deposits		\$ 398,966	\$ 372,666
Receivables			
Assessments and fees		24,011	24,488
Hearing costs		191,600	45,938
Accrued interest		3,972	4,684
Prepaid expenses		<u>15,977</u>	<u>18,866</u>
		634,526	466,642
Investments (Note 2)		<u>45,125</u>	<u>45,125</u>
		<u>\$ 679,651</u>	<u>\$ 511,767</u>

LIABILITIES

Current			
Payables and accruals		\$ 117,878	\$ 104,931
Motor carriers' deposits		15,338	13,113
Hearing cost deposits		<u>4,516</u>	<u>3,956</u>
		137,732	122,000

SURPLUS

Surplus		<u>541,919</u>	<u>389,767</u>
		<u>\$ 679,651</u>	<u>\$ 511,767</u>

Commitments (Note 3)

ON BEHALF OF THE BOARD

J.A.G. MacDonald (Signed) Chairman

C.W. Earle (Signed) Vice-Chairman

BOARD OF COMMISSIONERS OF PUBLIC UTILITIES
STATEMENT OF REVENUE, EXPENDITURES AND SURPLUS

YEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
Revenue		
Assessments	\$ 631,810	\$ 576,943
Certificates - motor carriers	537,456	506,081
Fixed costs recovery	67,101	
Investment income	57,581	59,666
Applications and amendments	28,261	24,722
Hearings	20,000	20,750
Fines	12,565	15,970
Miscellaneous	<u>20,905</u>	<u>14,925</u>
	<u>1,375,679</u>	<u>1,219,057</u>
Expenditures		
Insurance	6,008	4,900
Licence plates	7,102	7,280
Miscellaneous	4,910	1,697
Office supplies and printing	63,240	48,933
Pension costs	53,183	52,880
Postage	10,890	8,234
Professional services	104,268	104,887
Rent	100,178	100,202
Salaries and benefits	772,927	749,303
Telephone and telegraph	27,775	25,511
Travelling	48,165	53,870
Vehicle operating	17,648	15,901
Vehicles purchased, net	<u>7,233</u>	<u>20,828</u>
	<u>1,223,527</u>	<u>1,194,426</u>
Excess of revenue over expenditures	152,152	24,631
Surplus, beginning of year	<u>389,767</u>	<u>365,136</u>
Surplus, end of year	<u><u>\$ 541,919</u></u>	<u><u>\$ 389,767</u></u>



BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

STATEMENT OF CHANGES IN FINANCIAL POSITION

YEAR ENDED DECEMBER 31, 1985

	<u>1985</u>	<u>1984</u>
Cash provided from (used for)		
Operations		
Excess of revenue over expenditures	\$ 152,152	\$ 24,631
Changes in		
Receivables	(144,473)	(53,103)
Prepaid expenses	2,889	(2,357)
Payables and accruals	12,947	32,908
Motor carrier's deposits	2,225	589
Hearing cost deposits	<u>560</u>	<u>(259)</u>
	<u>26,300</u>	<u>2,409</u>
Net cash provided	26,300	2,409
Cash and term deposits, beginning of year	<u>372,666</u>	<u>370,257</u>
Cash and term deposits, end of year	<u>\$ 398,966</u>	<u>\$ 372,666</u>

BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1985

1. Accounting policies

a) Operating revenue and expenditures

Operating revenue and expenditures are accounted for on the accrual basis.

b) Capital expenditures

The Board follows a policy of writing off all capital expenditures to expense in the year of acquisition.

The estimated cost of equipment being utilized by the Board as at December 31, 1985 is:

Equipment and furnishings	\$ 96,746
Motor vehicles	<u>57,583</u>
	<u>\$ 154,329</u>

2. Investments, at cost

	<u>Market Value</u>	<u>Cost</u>
Royal Bank Mortgage Corporation 11% mortgage certificates, maturing May 27, 1986	\$ 10,000	\$ 10,000
Province of Newfoundland and Labrador 6 3/4% sinking fund debentures, maturing January 15, 1992	8,635	9,875
10% sinking fund debentures, maturing February 17, 1996	<u>24,300</u>	<u>25,250</u>
	<u>\$ 42,935</u>	<u>\$ 45,125</u>

BOARD OF COMMISSIONERS OF PUBLIC UTILITIES

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 1985

3. Commitments

a) Rentals

The Board has annual commitments for rental of office space and equipment of approximately \$123,000 for the year ending December 31, 1986 and varying amounts for the following three years.

b) Pensions

There are at present annual pension commitments on behalf of a former commissioner and a former employee of the Board who were ineligible for pensions under the Public Service (Pensions) Act, 1968. The amount to be paid in 1986, which includes an annual escalation provision, is estimated to be \$20,000.

In addition to the pensions now payable there is a commitment to pay from Board funds future pensions for two commissioners who are ineligible under the Public Service (Pensions) Act, 1968. The estimated annual cost to provide lifetime pensions for future retirees who presently qualify is estimated to be approximately \$62,000.